# UNITED STATES DISTRICT COURT DISTRICT OF MASSACHUSETTS

IN RE: NEW ENGLAND	)
COMPOUNDING PHARMACY, INC.	) MDL No. 2419
PRODUCTS LIABILITY LITIGATION	)
	Dkt. No. 1:13-md-2419-RWZ
	. )
	)
This Document Relates to Suits Naming:	)
	)
<b>All Cases Pending Against Specialty</b>	)
Surgery Center	)

# UNOPPOSED MOTION TO SEAL MOTION TO ESTABLISH QUALIFIED SETTLEMENT FUND AND APPOINT FUND ADMINISTRATOR

Under Local Rule 83.6.11, the Plaintiffs' Steering Committee on behalf of plaintiffs with claims against Specialty Surgery Center, PLLC, Kenneth Lister, M.D., Kenneth Lister, M.D. P.C., and Calisher and Associates, Inc. (collectively the "Crossville Healthcare Defendants"), having reached aggregate settlement agreements with the Crossville Healthcare Defendants in this matter hereby move this Court to allow the PSC to file under seal a Motion To Establish Qualified Settlement Fund And Appoint Fund Administrator. The PSC respectfully states as follows:

- 1. The Motion To Establish the Qualified Settlement Fund and Appoint Fund Administrator (the "QSF Motion") seeks to: (i) establish a Qualified Settlement Fund, which shall be called the SSC Escrow Settlement Fund (the "QSF" or the "Fund"); and (ii) to appoint an administrator for the Fund.
- 2. The QSF Motion will contain information the parties contracted to keep confidential and outside of the public domain, and this confidentiality provision was a material term

of the parties' Master Settlement Agreement.

- 3. Under Local Rule 83.6.11, the Court has the discretion "due to exceptional circumstances presented in the case" to seal documents that are "not [to] be disclosed in the interests of justice."
- 4. It is a well established part of American jurisprudence to keep settlement documents confidential and "the district court may seal documents in order to foster settlement." *United States v. Glens Falls Newspapers, Inc.*, 160 F.3d 853, 856, 858 (2d Cir. 1998) (noting disclosure of settlement negotiation documents would be likely to "impair materially the trial court's performance of its Article III function of crafting a settlement of this case"). As one Circuit Court has held:

There is no question that fostering settlement is an important Article III function of the federal district courts. Every case must be dropped, settled or tried, and a principle function of a trial judge is to foster an atmosphere of open discussion among the parties' attorneys and representatives so that litigation may be settled promptly and fairly so as to avoid the uncertainty, expense and delay inherent in at trial.

Id. at 856 (footnote omitted); see also See Conservation Law Foundation of New England, Inc. v. Franklin, 989 F.2d 54, 59 (1st Cir. 1993) (recognizing that the courts have a "strong and clear policy in favor of encouraging settlements") (internal quotations omitted).

- 5. The importance of honoring the confidentiality of private settlements is elevated in MDLs such as the one here. *Glens Falls*. 160 F.3d at 856-57 ("[W]here a case is complex and expensive and resolution of the case will benefit the public, the public has a strong interest in settlement. The trial court must protect the public interest as well as the interests of the parties, by encouraging the most fair and efficient resolution.")
- 6. Consistent with this principle, courts in complex litigation and MDLs routinely allow documents related to the establishment of qualified funds to be filed and remain under

seal. *In re: Gen. Motors LLC Ignition Switch Litig.*, No. 14-MC-2543 (JMF), 2016 WL 1317975, at \*2 (S.D.N.Y. Mar. 2, 2016) (sealing settlement agreement and appointment agreements (similar to the escrow agreement here) in establishing a qualified settlement fund because the court was "mindful that MDL courts have kept similar materials under seal..."); *E.E.O.C. v. Morgan Stanley & Co., Inc.*, 211 F.R.D. 225, 226 (S.D.N.Y. 2004) (ordering that names of individuals participating in the settlement process and the awards of the appointed special master be kept confidential, and ordering any documents filed with the Court concerning the settlement process be filed under seal); *In re: Depuy Orthopaedics, Inc., ASR Hip Implant Prod. Liab. Litig.*, 1:10-md-02197, Case Management Order No. 20: Procedure for Filing Qualified Settlement Fund Motions, Docket No. 698 (N.D. Ohio June 4, 2014) (ordering that motions to establish a QSF, and any accompanying documents, be filed under seal) (previously filed as Dkt. No. 3318-1).

- 7. The PSC has conferred with the Crossville Healthcare Defendants, and they do not oppose, and in fact insist upon, filing the QSF Motion under seal.
- 8. A copy of the redacted form of the QSF Motion is attached hereto as Exhibit A, and an unsealed document will be delivered to the Court Clerk consistent with Local Rule 83.6.11.
- 9. A copy of the redacted proposed order granting the QSF Motion is attached hereto as Exhibit B, and an unsealed document will be delivered to the Court Clerk consistent with Local Rule 83.6.11.
- 10. A redacted copy of the proposed escrow agreement that will be used to facilitate the administration of the qualified settlement fund proposed is attached hereto as Exhibit C and an unsealed document will be delivered to the Court Clerk consistent with Local Rule 83.6.11.

WHEREFORE, the Settlement Plaintiffs respectfully request that the Court grant this

Motion to Seal and thereafter immediately take up the issues raised in the unopposed QSF Motion.

### Respectfully Submitted, this 4th day of December, 2017,

#### **Plaintiffs' Steering Committee**

By: /s/ Benjamin A. Gastel

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Plaintiffs' Steering Committee

### **CERTIFICATE OF SERVICE**

I, Benjamin A. Gastel, hereby certify that on the December 4, 2017, the foregoing document was served via the Court's CM/ECF system on all counsel of record in the above-styled action.

s/ Benjamin A. Gastel
Benjamin A. Gastel